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北京金隅股份有限公司

**BBMG Corporation\***

*(a joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 2009)**

## **FIRST QUARTERLY REPORT FOR 2016**

This announcement is made in accordance with Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the provisions about inside information (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of BBMG Corporation\* 北京金隅股份有限公司 (the “**Company**”) is pleased to announce the unaudited results of the Company and its subsidiaries (collectively, the “**Group**”) for the three months ended 31 March 2016 (the “**Reporting Period**”).

During the Reporting Period, the Group recorded operating revenue of approximately RMB7,431.1 million, with net profit attributable to owners of the parent company amounting to approximately RMB150.7 million, net profit of approximately RMB81.5 million and basic earnings per share of RMB0.03.

All financial information set out in this quarterly report is unaudited and prepared in accordance with Accounting Standards for Business Enterprises of the PRC.

The contents of this report are consistent with the announcement published on the Shanghai Stock Exchange. This announcement is published simultaneously domestically and overseas.

### **I. IMPORTANT NOTICE**

1.1 The Board, the supervisory board, the directors, the supervisors and the senior management of the Company guarantee that the contents of this quarterly report are true, accurate and complete and that there are no false representations, misleading statements or material omissions in this quarterly report, for which they shall assume joint and several liabilities.

1.2 All directors of the Company attended the Board meeting for reviewing this quarterly report.

1.3 Jiang Deyi, the Chairman of the Company, Chen Guogao, the Chief Financial Officer and Hu Juan, the head of the Accounting Department (Accounting Supervisor), guarantee that the financial statements contained in this quarterly report are true, accurate and complete.

1.4 The financial statements contained in the first quarterly report of the Company have not been audited.

## II. MAJOR FINANCIAL DATA AND CHANGES IN SHAREHOLDING OF THE COMPANY

### 2.1 Major financial data

Unit and Currency: RMB

	<b>As at the end of the Reporting Period</b>	<b>As at the end of the previous year</b>	<b>Change (as compared with the end of the previous year) (%)</b>
Total assets	132,871,799,416.92	130,746,704,314.16	1.63
Net assets attributable to the shareholders of the Company	38,244,651,368.73	38,082,973,176.55	0.42
	<b>From the beginning of the year to the end of the Reporting Period (January – March)</b>	<b>From the beginning of the previous year to the end of the corresponding period of the previous year (January – March)</b>	<b>Year-on-year change (%)</b>
Net cash flows from operating activities	-618,480,142.76	-1,700,798,262.94	63.64
	<b>From the beginning of the year to the end of the Reporting Period (January – March)</b>	<b>From the beginning of the previous year to the end of the corresponding period of the previous year (January – March)</b>	<b>Year-on-year change (%)</b>
Operating revenue	7,431,071,782.70	7,760,976,662.72	-4.25
Net profit attributable to the shareholders of the Company	150,670,145.83	146,272,200.55	3.01
Net profit attributable to the shareholders of the Company after deducting non-recurring profit and loss	121,099,696.84	106,739,159.52	13.45
Weighted average return on net assets (%)	0.39	0.47	Decreased by 0.08 percentage point

Basic earnings per share (RMB/share)	0.03	0.03	-
Diluted earnings per share (RMB/share)	0.03	0.03	-

Non-recurring profit and loss items and amounts:

Applicable  Not applicable

Unit and Currency: RMB

Item	Amount for the Reporting Period	Explanation
Profit and loss from disposal of non-current assets	2,192,006.76	
Tax rebate or tax concessions with unauthorised approval or without official approval documents or on an occasional basis		
Government grants recognised through profit or loss for the period (excluding those closely related to the Company's normal business operations, which comply with national policies and can be enjoyed continuously based on a fixed amount or quantity)	38,047,337.46	
Capital occupancy fee from non-financial enterprises recognized through profit or loss for the period	1,312,449.05	
Gain arising from investment costs for acquisition of subsidiaries, associates and joint ventures being less than the fair value of the share of the identifiable net assets of the investee entitled at the time of acquisition		
Profit or loss from exchange of non-monetary assets		
Gains or losses from discretionary investment or asset management		
Provision for impairment of assets due to force majeure such as natural disaster		
Profit or loss from debt restructuring	727,773.54	
Corporate restructuring expenses, such as expenses on employee placement, integration costs, etc.		
Profit or loss arising from the excess of the unfair consideration over the fair value of a transaction		

Net profit or loss for the period of subsidiaries formed by business combination under common control from the beginning of the period to the date of combination		
Profit or loss from contingencies irrelevant to the normal operations of the Company		
Profit or loss from change in fair value of held-for-trading financial assets and held-for-trading financial liabilities, and investment gains from disposal of held-for-trading financial assets, held-for-trading financial liabilities and available-for-sale financial assets, other than effective hedging business relating to the normal operations of the Company		
Write back of the provision for impairment of receivables that are individually tested for impairment		
Gains or losses from external entrusted loans		
Profit or loss from changes in fair value of investment properties using the fair value model for subsequent measurement		
Effects on profit or loss for the period of one-off adjustment to profit or loss for the period in accordance with laws and regulations on taxation and accounting, etc.		
Entrustment fees income from entrusted operations		
Other non-operating income and expenses other than the foregoing items	3,613,988.17	
Other profit and loss items falling within the meaning of nonrecurring profit and loss		
Effect of minority interests (after tax)	-4,849,717.25	
Effect of income tax	-11,473,388.75	
Total	29,570,448.98	

2.2 Total number of shareholders, shareholding of the top ten shareholders and the top ten shareholders of tradable shares (or not subject to lock-up restrictions) as at the end of the Reporting Period

Unit : Share

Total number of shareholders				71,047		
Shareholding of top ten shareholders						
Name of shareholder (Full name)	Shareholding as at the end of the Reporting Period	Pro- portion (%)	Number of shares subject to lock-up restrictions	Shares pledged or frozen		Nature of shareholders
				Status of shares	Number of shares	
BBMG Group Company Limited ("BBMG Group")	2,398,678,786	44.9285%	542,368,295	Nil		State-owned legal person
HKSCC NOMINEES LIMITED	1,164,510,344	21.8119%	0	Nil		Overseas legal person
China National Materials Company Limited	229,970,000	4.3075%	0	Nil		State-owned legal person
Tianjin Building Materials Group (Holding) Co., Ltd.	136,046,367	2.5482%	53,655,665	Pledged	55,400,000	State-owned legal person
China Securities Finance Corporation Limited	128,899,694	2.4144%	0	Nil		Not known
Guohua Life Insurance Co., Ltd. – Wan Neng Number 3	70,754,716	1.3253%	70,754,716	Nil		Not known
Qian Hai Life Insurance Co., Ltd.- Hai Li Nian Nian	61,945,739	1.1603%	59,803,658	Nil		Not known
Manulife Teda Fund - Bank of China - Manulife Teda - Zhongyi Placement Specific Account Assets Management Plan Number 1	56,603,774	1.0602%	56,603,774	Nil		Not known
Beijing Jingguofa Equity Investment Fund (Limited Partnership)	52,874,551	0.9904%	52,874,551	Nil		Domestic non-state-owne d legal person
Pingan UOB Fund - Pingan Bank - Pingan UOB Pingan Golden Orange Wealth Number 103 Assets Management Plan	42,452,830	0.7952%	42,452,830	Nil		Not known

<b>Shareholding of top ten shareholders of shares not subject to lock-up restrictions</b>			
<b>Name of shareholder</b>	<b>Number of tradable shares held not subject to lock-up restrictions</b>	<b>Type and number of shares</b>	
		<b>Type</b>	<b>Number</b>
BBMG Group	1,856,310,491	RMB-denominated ordinary shares	1,856,310,491
HKSCC NOMINEES LIMITED	1,164,510,344	Foreign shares listed domestically	1,164,510,344
China National Materials Company Limited	229,970,000	RMB-denominated ordinary shares	229,970,000
China Securities Finance Corporation Limited	128,899,694	RMB-denominated ordinary shares	128,899,694
Tianjin Building Materials Group (Holding) Co., Ltd	82,390,702	RMB-denominated ordinary shares	82,390,702
Winfirst Investment Group Company Limited	37,570,000	RMB-denominated ordinary shares	37,570,000
Central Huijin Investment Company Limited	33,282,000	RMB-denominated ordinary shares	33,282,000
Qian Hai Life Insurance Co., Ltd. – Own Funds Huatai Portfolio	27,289,090	RMB-denominated ordinary shares	27,289,090
Hua Xi Xin Yu Investment Co., Ltd.	26,000,000	RMB-denominated ordinary shares	26,000,000
Qian Hai Life Insurance Co., Ltd.- Ju Fu Product	21,721,305	RMB-denominated ordinary shares	21,721,305
Explanations on the related party relationship or parties acting in concert among the abovementioned shareholders	The Company is not aware of any related party relationship or parties acting in concert among the abovementioned shareholders. °		

2.3 Total number of preferred shareholders, shareholding of the top ten preferred shareholders and the top ten preferred shareholders not subject to lock-up restrictions as at the end of the Reporting Period

Applicable  Not applicable

### III. SIGNIFICANT EVENTS

#### 3.1 Significant changes in major financial statement items and financial indicators of the Company and the reasons thereof

Applicable  Not applicable

Taxes payable	Decreased by 52.3% as compared with that at the beginning of the Reporting Period, mainly attributable to the payment of tax provided for in the previous year during the Reporting Period.
Short-term financing bonds payable	Decreased by 50% as compared with that at the beginning of the Reporting Period, mainly attributable to the repayment of short-term financing bonds during the Reporting Period.
Bonds payable	Increased by 41.5% as compared with that at the beginning of the Reporting Period, mainly attributable to the issuance of corporate bonds during the Reporting Period.
Specific reserve	Decreased by 30.4% as compared with that at the beginning of the Reporting Period, mainly attributable to the payment of production safety costs during the Reporting Period.
Tax and surcharges	Decreased by 51.4% as compared with that of the corresponding period of the previous year, mainly attributable to the year-on-year decrease in provision for land appreciation tax recognized from the property development segment of the Group during the Reporting Period.
Asset impairment losses	Decreased by 46.5% as compared with that of the corresponding period of the previous year, mainly attributable to the year-on-year decrease in provision for bad debt losses during the Reporting Period.
Investment gains	Decreased by 61.2% as compared with that of the corresponding period of the previous year, mainly attributable to the year-on-year decrease in operating results of the joint ventures and associates of the Company during the Reporting Period.

#### 3.2 Analysis and explanation on the development of significant events, and impacts and solutions thereof

Applicable  Not applicable

### 3.3 Fulfillment of undertakings by the Company and shareholders with shareholding of 5% or more

√ Applicable     Not applicable

Background of undertaking	Type of undertaking	Undertaken by	Undertaking	Time and duration of undertaking	Duration of performance	Timely performance of undertaking in strict compliance	Explanation on specific reasons for non-performance if not timely performed	Explanation on the next plan if not timely performed
Undertaking in relation to re-financing	Share sales restriction	BBMG Group	It will not transfer via any means the 448,028,673 A shares that were subscribed for by it through the non-public issuance of the Company within 36 months from the completion of the non-public placement.	26 March 2014 to 26 March 2017	Yes	Yes		
Undertaking in relation to re-financing	Others	BBMG Group	It will not reduce its shareholding in the Company six months prior to the pricing date of the non-public issuance . It will not plan to reduce its shareholding in the Company within six months from the completion of the non-public placement.	27 September 2014 To 3 June 2016	Yes	Yes		
Undertaking in relation to re-financing	Share sales restriction	BBMG Group	It will not transfer via any means the 448,028,673 A shares that were subscribed for by it through the non-public issuance of the Company within 36 months from the completion of the non-public placement.	3 December 2015 to 3 December 2018	Yes	Yes		
Other undertakings	Others	BBMG Group	It will not reduce the shareholdings increased in the Company in this time within six months after completion of the shareholding increase.	12 October 2015 to 12 April 2016	Yes	Yes		
Other undertakings	Others	Directors, Supervisors and Senior Management	It will not reduce the shareholdings increased in the Company in this time within six months after completion of the shareholding increase.	12 October 2015 to 12 April 2016	Yes	Yes		



3.4 Warnings and explanations of forecasted loss or significant changes to the accumulated net profits from the beginning of the year to the end of the next reporting period or as compared with the corresponding period of the previous year

Applicable  Not applicable

By order of the Board  
**BBMG Corporation\***  
**Jiang Deyi**  
*Chairman*

Beijing, the PRC, 26 April 2016

*As at the date of this announcement, the executive directors are Jiang Deyi, Wu Dong, Shi Xijun, Zhang Jianli, Zang Feng and Li Weidong; and the independent non-executive directors are Wang Guangjin, Tian Lihui, Tang Jun and Ngai Wai Fung.*

*\* English translation denotes for identification purposes only*

## APPENDIX

### 4.1 Financial Statements

#### Consolidated Balance Sheet

As at 31 March 2016

Prepared by : BBMG Corporation

Unit and Currency: RMB, Unaudited

Item	Closing balance as at the end of the Reporting Period	Opening balance as at the beginning of the Reporting Period
<b>Current Assets:</b>		
Cash and bank balances	21,245,191,006.06	18,369,880,691.10
Settlement reserves		
Loans to banks or other financial institutions		
Financial assets at fair value through profit or loss		
Derivative financial assets		
Bills receivable	2,155,207,305.14	2,197,924,429.70
Accounts receivable	6,545,517,044.30	6,882,068,508.58
Advances to suppliers	3,867,673,301.64	3,615,007,054.08
Premiums receivable		
Reinsurance accounts receivable		
Reinsurance contract reserve receivable		
Interests receivable	8,029,212.56	6,716,763.51
Dividends receivable	3,071,700.00	3,922,700.00
Other receivables	1,987,259,727.24	1,998,699,709.21
Purchase and sell-back of financial assets		
Inventories	53,555,113,460.63	54,007,187,185.94
Assets classified as held for sale		
Non-current assets due within one year		
Other current assets	2,308,543,023.76	2,254,225,698.11
<b>Total current assets</b>	<b>91,675,605,781.33</b>	<b>89,335,632,740.23</b>
<b>Non-current assets:</b>		
Loans and advances		
Available-for-sale financial assets	604,367,250.00	604,367,250.00
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	296,352,436.82	305,693,498.67
Investment properties	14,444,803,327.98	14,444,803,327.98
Fixed assets	17,827,729,830.95	18,141,169,689.04
Construction in progress	1,386,262,615.62	1,249,188,812.32
Construction materials	7,020,775.91	7,281,479.06
Disposal of fixed assets		
Productive biological assets		
Oil and gas assets		
Intangible assets	4,101,471,989.63	4,087,252,597.86
Development expenses		
Goodwill	258,366,898.28	258,366,898.28
Long-term prepaid expenses	408,613,052.43	404,769,379.15
Deferred tax assets	1,378,827,607.39	1,423,631,430.99
Other non-current assets	482,377,850.58	484,547,210.58
<b>Total non-current assets</b>	<b>41,196,193,635.59</b>	<b>41,411,071,573.93</b>

<b>Total assets</b>	<b>132,871,799,416.92</b>	<b>130,746,704,314.16</b>
<b>Current liabilities:</b>		
Short-term loans	15,103,581,504.59	16,805,996,379.53
Borrowings from central bank		
Deposits from customers and inter-bank deposits		
Loans from banks and other financial institutions		
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		
Bills payable	499,164,831.46	436,477,804.74
Accounts payable	7,190,671,512.43	8,625,713,523.10
Receipts in advance	20,093,607,526.86	19,034,031,504.51
Financial assets sold for repurchase		
Fees and commissions payable		
Payroll payable	104,623,798.29	118,602,647.04
Taxes payable	698,569,962.17	1,464,513,273.35
Interests payable	388,781,695.19	429,133,043.75
Dividends payable	48,470,212.38	55,274,219.13
Other payables	3,070,609,007.42	3,078,563,379.11
Short-term financing bonds payable	3,000,000,000.00	6,000,000,000.00
Reinsurance accounts payable		
Insurance contract reserve payable		
Amount paid for agency securities trading		
Amount paid for agency securities underwriting		
Liabilities classified as held for sale		
Non-current liabilities due within one year	3,820,000,000.00	3,907,504,794.13
Other current liabilities	5,385,455,122.70	5,230,763,450.32
<b>Total current liabilities</b>	<b>59,403,535,173.49</b>	<b>65,186,574,018.71</b>

<b>Non-current liabilities:</b>		
Long-term loans	9,673,398,167.30	6,888,600,000.00
Bonds payable	16,981,273,744.80	12,000,000,000.00
Including: Premium		
Perpetual		
Long-term payables	19,054,327.53	19,054,327.53
Long-term payroll payable	457,687,351.00	457,687,351.00
Specific payables		
Provisions	138,839,089.06	136,446,352.28
Deferred income	613,777,432.41	628,921,179.69
Deferred income tax liabilities	2,690,251,444.99	2,645,986,691.73
Other non-current liabilities	601,559,996.42	601,559,996.42
<b>Total non-current liabilities</b>	<b>31,175,841,553.51</b>	<b>23,378,255,898.65</b>
<b>Total liabilities</b>	<b>90,579,376,727.00</b>	<b>88,564,829,917.36</b>
<b>Owners' equity:</b>		
Share capital	5,338,885,567.00	5,338,885,567.00
Other equity instruments	990,000,000.00	990,000,000.00
Including: Premium		
Perpetual	990,000,000.00	990,000,000.00
Capital reserve	11,579,704,575.56	11,579,704,575.56
Less: Treasury shares		
Other comprehensive income	219,762,733.54	206,047,349.73
Specific reserve	6,189,144.41	8,896,481.87
Surplus reserve	1,053,285,969.67	1,053,285,969.67
General risk provision	59,993,193.86	59,993,193.86
Retained earnings	18,996,830,184.69	18,846,160,038.86
<b>Total equity attributable to owners of the parent company</b>	<b>38,244,651,368.73</b>	<b>38,082,973,176.55</b>
Minority interests	4,047,771,321.19	4,098,901,220.25
<b>Total owners' equity</b>	<b>42,292,422,689.92</b>	<b>42,181,874,396.80</b>
<b>Total liabilities and owners' equity</b>	<b>132,871,799,416.92</b>	<b>130,746,704,314.16</b>

Legal Representative: Jiang Deyi  
Chief Financial Officer: Chen Guogao  
Head of the Accounting Department: Hu Juan

## Balance Sheet of the Parent Company

As at 31 March 2016

Prepared by : BBMG Corporation

Unit and Currency: RMB, Unaudited

Item	Closing balance as at the end of the Reporting Period	Opening balance as at the beginning of the Reporting Period
<b>Current Assets:</b>		
Cash and bank balances	9,173,564,667.19	8,307,879,520.89
Financial assets at fair value through profit or loss		
Derivative financial assets		
Bills receivable		
Accounts receivable	1,475,647.10	1,475,647.10
Advances to suppliers		
Interests receivable	609,201,574.23	514,835,805.73
Dividends receivable	2,082,908,993.45	2,115,301,793.57
Other receivables	31,748,427,334.14	32,078,773,920.10
Inventories		
Assets classified as held for sale		
Non-current assets due within one year		
Other current assets	3,717,150.52	4,258,369.41
<b>Total current assets</b>	<b>43,619,295,366.63</b>	<b>43,022,525,056.80</b>
<b>Non-current assets:</b>		
Available-for-sale financial assets	200,000.00	200,000.00
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	26,038,395,962.12	25,287,352,565.89
Investment properties	9,399,343,431.98	9,399,343,431.98
Fixed assets	1,338,866,158.09	1,356,131,023.87
Construction in progress		
Construction materials		
Disposal of fixed assets		
Productive biological assets		
Oil and gas assets		
Intangible assets	435,905,810.84	439,323,833.78
Development expenses		
Goodwill		
Long-term prepaid expenses		
Deferred income tax assets	108,754,719.36	108,754,719.36
Other non-current assets		
<b>Total non-current assets</b>	<b>37,321,466,082.39</b>	<b>36,591,105,574.88</b>
<b>Total assets</b>	<b>80,940,761,449.02</b>	<b>79,613,630,631.68</b>

<b>Current liabilities:</b>		
Short-term loans	15,610,000,000.00	15,410,000,000.00
Financial liabilities at fair value through profit or loss		
Derivative financial liabilities		
Bills payable		
Accounts payable	7,883,071.33	7,883,071.33
Receipts in advance	93,585,625.01	108,520,447.23
Payroll payable	85,430.15	85,430.15
Taxes payable	4,236,753.68	4,470,007.37
Interests payable	365,670,343.35	423,624,547.80
Dividends payable	21,427,408.09	21,427,408.09
Other payables	3,642,049,558.87	4,258,315,417.14
Liabilities classified as held for sale		
Short-term financing bonds payable	3,000,000,000.00	6,000,000,000.00
Non-current liabilities due within one year	2,780,717,233.77	2,863,062,182.87
Other current liabilities		
<b>Total current liabilities</b>	<b>25,525,655,424.25</b>	<b>29,097,388,511.98</b>
<b>Non-current liabilities:</b>		
Long-term loans	6,171,600,000.00	6,216,600,000.00
Bonds payable	16,981,273,744.80	12,000,000,000.00
Including: Premium		
Perpetual		
Long-term payables		
Long-term payroll payable	448,670,717.78	448,670,717.78
Specific payables		
Provisions		
Deferred income		
Deferred income tax liabilities	1,890,181,621.20	1,890,181,621.20
Other non-current liabilities		
<b>Total non-current liabilities</b>	<b>25,491,726,083.78</b>	<b>20,555,452,338.98</b>
<b>Total liabilities</b>	<b>51,017,381,508.03</b>	<b>49,652,840,850.96</b>

<b>Owners' equity</b>		
Share capital	5,338,885,567.00	5,338,885,567.00
Other equity instruments	990,000,000.00	990,000,000.00
Including: Premium		
Perpetual	990,000,000.00	990,000,000.00
Capital reserve	12,013,740,469.82	12,013,740,469.82
Less: Treasury shares		
Other comprehensive income	31,669,377.79	31,669,377.79
Specialised reserve		
Surplus reserve	1,053,285,969.67	1,053,285,969.67
Retained earnings	10,495,798,556.71	10,533,208,396.44
<b>Total owners' equity</b>	<b>29,923,379,940.99</b>	<b>29,960,789,780.72</b>
<b>Total liabilities and owners' equity</b>	<b>80,940,761,449.02</b>	<b>79,613,630,631.68</b>

Legal Representative: Jiang Deyi  
Chief Financial Officer: Chen Guogao  
Head of the Accounting Department: Hu Juan

## Consolidated Income Statement

January to March 2016

Prepared by : BBMG Corporation

Unit and Currency: RMB, Unaudited

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year
<b>I. Total operating revenue</b>	<b>7,431,071,782.70</b>	<b>7,760,976,662.72</b>
Including: Operating revenue	7,431,071,782.70	7,760,976,662.72
Interest income		
Premiums earned		
Fees and commissions income		
<b>II. Total operating costs</b>	<b>7,130,012,219.38</b>	<b>7,491,662,896.89</b>
Including: Operating costs	5,472,303,445.91	5,575,080,801.28
Interest expenses		
Fees and commissions expenses		
Surrenders		
Net compensation expenses		
Net insurance contract reserves		
Insurance policy dividend expenses		
Reinsurance expenses		
Business tax and surcharges	233,691,062.95	481,321,097.30
Selling expenses	336,687,403.43	322,916,619.65
Administrative expenses	814,821,049.60	811,312,678.30
Finance costs	269,619,275.03	295,633,666.46
Asset impairment losses	2,889,982.46	5,398,033.90
Add: Gains from changes in fair value (“-” indicating loss)		
Investment gains (“-” indicating loss)	-9,341,061.85	-5,794,590.87
Including: Share of profits of associates and joint ventures	-9,398,883.77	-5,794,590.87
Foreign exchange gains (“-” indicating loss)		
<b>III. Operating profit (“-” indicating loss)</b>	<b>291,718,501.47</b>	<b>263,519,174.96</b>
Add: Non-operating income	68,568,296.18	83,079,894.57
Including: Gains on disposal of non-current assets	2,333,043.54	529,274.57
Less: Non-operating expenses	11,988,510.10	10,323,638.81
Including: Losses on disposal of non-current assets	141,036.78	1,053,301.47
<b>IV. Total profit (“-” indicating total loss)</b>	<b>348,298,287.55</b>	<b>336,275,430.72</b>
Less: Income tax expenses	266,782,939.51	243,580,853.95
<b>V. Net profit (“-” indicating net loss)</b>	<b>81,515,348.04</b>	<b>92,694,576.77</b>
Net profit attributable to the owners of the parent company	150,670,145.83	146,272,200.55
Gains/losses of minority interests	-69,154,797.79	-53,577,623.78
<b>VI. Other comprehensive income (net of tax)</b>	<b>13,715,383.81</b>	<b>1,437.58</b>



Other comprehensive income (net of tax) attributable to shareholders of the parent company	13,715,383.81	1,437.58
(1) Other comprehensive income that will not be reclassified into profit or loss subsequently		
1. Changes arising from re-measurement of net liabilities or net assets of defined benefit plans		
2. Share of other comprehensive income (that will not be reclassified to profit or loss subsequently) of investees accounted for using equity method		
(2) Other comprehensive income that will be reclassified to profit or loss subsequently	13,715,383.81	1,437.58
1.Share of other comprehensive income (that will be reclassified to profit or loss subsequently) of investees accounted for using equity method		
2.Gains or losses arising from changes in fair value of available-for-sale financial assets		
3.Gains or losses from reclassifying held-to-maturity investments to available-for-sale financial assets		
4.Effective portion of cash flow adjusted for hedging gains or losses		
5.Exchange differences on foreign currency translation	13,715,383.81	1,437.58
6.Others		
Other comprehensive income (net of tax) attributable to minority interests		
<b>VII. Total comprehensive income</b>	<b>95,230,731.85</b>	<b>92,696,014.35</b>
Total comprehensive income attributable to the owners of the parent company	164,385,529.64	146,273,638.13
Total comprehensive income attributable to minority interests	-69,154,797.79	-53,577,623.78
<b>VIII. Earnings per share:</b>		
(1) Basic earnings per share (RMB/share)	0.03	0.03
(2) Diluted earnings per share (RMB/share)	0.03	0.03

For business combinations under common control occurred during this period, the net profit of the party being acquired realised before combination is RMB0, that of the previous period was RMB0.

Legal Representative: Jiang Deyi  
Chief Financial Officer: Chen Guogao  
Head of the Accounting Department: Hu Juan

## Income Statement of the parent company

January to March 2016

Prepared by : BBMG Corporation

Unit and Currency: RMB, Unaudited

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year
<b>I. Total operating revenue</b>	<b>235,588,375.91</b>	<b>205,017,411.94</b>
Less: Operating revenue	15,926,092.06	7,998,917.41
Business tax and surcharges	13,192,949.13	11,480,975.04
Selling expenses	7,603,000.00	4,141,000.00
Administrative expenses	40,894,224.93	56,874,911.13
Finance costs	187,987,917.74	185,062,506.17
Asset impairment losses		
Add: Gains from changes in fair value (“-” indicating loss)		
Investment gains (“-” indicating loss)	-9,398,883.76	-5,794,590.87
Including: Share of profits of associates and joint ventures	-9,398,883.76	-5,794,590.87
<b>II. Operating profit (“-” indicating loss)</b>	<b>-39,414,691.71</b>	<b>-66,335,488.68</b>
Add: Non-operating income	2,004,851.98	701,826.14
Including: Gains on disposal of non-current assets		
Less: Non-operating expenses	0.00	8,244.00
Including: Losses on disposal on non-current assets		
<b>III. Total profit (“-” indicating total loss)</b>	<b>-37,409,839.73</b>	<b>-65,641,906.54</b>
Less: Income tax expenses		
<b>IV. Net profit (“-” indicating net loss)</b>	<b>-37,409,839.73</b>	<b>-65,641,906.54</b>
<b>V. Other comprehensive income (net of tax)</b>		
(1) Other comprehensive income that will not be reclassified into profit or loss subsequently		
1. Changes arising from re-measurement of net liabilities or net assets of defined benefit plans		
2. Share of other comprehensive income (that will not be reclassified to profit or loss subsequently) of investees accounted for using equity method		
(2) Other comprehensive income that will be reclassified to profit or loss subsequently		
1. Share of other comprehensive income (that will be reclassified to profit or loss subsequently) of investees accounted for using equity method		
2. Gains or losses arising from changes in fair value of available-for-sale financial assets		

3.Gains or losses from reclassifying held-to-maturity investments to available-for-sale financial assets		
4.Effective portion of cash flow adjusted for hedging gains or losses		
5.Exchange differences on foreign currency translation		
6.Others		
<b>VI. Total comprehensive income</b>	<b>-37,409,839.73</b>	<b>-65,641,906.54</b>
<b>VII. Earnings per share:</b>		
(1) Basic earnings per share (RMB/share)		
(2) Diluted earnings per share (RMB/share)		

Legal Representative: Jiang Deyi  
Chief Financial Officer: Chen Guogao  
Head of the Accounting Department: Hu Juan

## Consolidated Statement of Cash Flows

January to March 2016

Prepared by : BBMG Corporation

Unit and Currency: RMB, Unaudited

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year
<b>I. Cash flows from operating activities:</b>		
Cash received from sale of goods and rendering of services	7,092,369,211.48	6,468,845,461.04
Net increase in deposits from customers and inter-bank deposits		
Net increase in borrowings from central bank		
Net decrease in deposits in central bank		
Net increase in loans from other financial institutions		
Cash received as premiums of original insurance contracts		
Net cash received from reinsurance business		
Net increase in policy holder deposits and investment		
Net increase in disposal of financial assets at fair value through profit or loss		
Cash received from interests, fees and commissions		
Net increase in loans from banks and other financial institutions		
Net increase in capital from repurchase business		
Refund of taxes and levies	59,365,144.24	67,444,249.71
Cash received from other operating activities	165,546,007.47	593,431,637.70
<b>Subtotal of cash inflows from operating activities</b>	<b>7,317,280,363.19</b>	<b>7,129,721,348.45</b>

Cash paid for purchasing goods and receiving services	4,990,508,960.42	6,371,653,519.16
Net increase in customers' loans and advances		
Net increase in deposits in central bank and inter-bank deposits	81,385,719.60	0.00
Cash paid for compensation payout under original insurance contracts		
Cash paid for interests, fees and commissions		
Cash paid for policy dividends		
Cash paid to and for the benefit of employees	834,350,983.36	832,308,117.47
Taxes and levies paid	1,313,965,754.15	943,751,994.47
Cash paid for other operating activities	715,549,088.42	682,805,980.29
<b>Subtotal of cash outflows from operating activities</b>	<b>7,935,760,505.95</b>	<b>8,830,519,611.39</b>
<b>Net cash flows arising from operating activities</b>	<b>-618,480,142.76</b>	<b>-1,700,798,262.94</b>
<b>II. Cash flows from investing activities:</b>		
Cash received from redemption of investments		
Cash received from return on investments	851,000.00	0.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	8,541,535.00	18,450,775.21
Net cash received from disposal of subsidiaries and other business entities		
Cash received from other investing activities		
<b>Subtotal of cash inflows from investing activities</b>	<b>9,392,535.00</b>	<b>18,450,775.21</b>
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	220,824,983.57	471,416,325.56
Cash paid for investments		166,534,880.00
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other business entities		
Cash paid for other investing activities		
<b>Subtotal of cash outflows from investing activities</b>	<b>220,824,983.57</b>	<b>637,951,205.56</b>
<b>Net cash flows arising from investing activities</b>	<b>-211,432,448.57</b>	<b>-619,500,430.35</b>

<b>III. Cash flows from financing activities:</b>		
Cash received from capital contributions	17,500,000.00	19,000,000.00
Including: Cash received by subsidiaries from investments of minority interests	17,500,000.00	19,000,000.00
Cash received from borrowings	4,600,000,000.00	4,357,000,000.00
Cash received from issuance of bonds	5,000,000,000.00	4,500,000,000.00
Cash received from other financing activities		
<b>Subtotal of cash inflows from financing activities</b>	<b>9,617,500,000.00</b>	<b>8,876,000,000.00</b>
Cash paid for debts settlement	6,635,000,000.00	8,826,822,000.00
Cash paid for the distribution of dividends, profits or interest payments	570,520,150.48	639,005,515.61
Including: Dividends and profits paid by subsidiaries to minority interests	2,000,000.00	5,039,650.00
Cash paid for other financing activities		
<b>Subtotal of cash outflows from financing activities</b>	<b>7,205,520,150.48</b>	<b>9,465,827,515.61</b>
<b>Net cash flows arising from financing activities</b>	<b>2,411,979,849.52</b>	<b>-589,827,515.61</b>
<b>IV. Effects of exchange rate fluctuations on cash and cash equivalents</b>	<b>6,287.20</b>	<b>-7,718.46</b>
<b>V. Net increase in cash and cash equivalents</b>	<b>1,582,073,545.39</b>	<b>-2,910,133,927.36</b>
Add: Opening balance of cash and cash equivalents	11,213,584,868.55	6,479,735,571.22
<b>VI. Closing balance of cash and cash equivalents</b>	<b>12,795,658,413.94</b>	<b>3,569,601,643.86</b>

Legal Representative: Jiang Deyi  
Chief Financial Officer: Chen Guogao  
Head of the Accounting Department: Hu Juan

## Statement of cash flows of the parent company

January to March 2016

Prepared by : BBMG Corporation

Unit and Currency: RMB, Unaudited

Item	Amount for the Reporting Period	Amount for the corresponding period of the previous year
<b>I. Cash flows from operating activities:</b>		
Cash received from sale of goods and rendering of services	241,039,814.71	202,994,296.69
Refund of taxes and levies		
Cash received from other operating activities	6,000,403,262.76	6,915,268,891.22
<b>Subtotal of cash inflows from operating activities</b>	<b>6,241,443,077.47</b>	<b>7,118,263,187.91</b>
Cash paid for purchasing goods and receiving services	2,398,506.95	8,225,516.87
Cash paid to and for the benefit of employees	20,237,526.24	22,226,527.01
Cash paid for various taxes	23,799,097.42	24,451,150.28
Cash paid to other operating activities	5,798,480,250.48	8,162,930,911.95
<b>Subtotal of cash outflows from operating activities</b>	<b>5,844,915,381.09</b>	<b>8,217,834,106.11</b>
<b>Net cash flows arising from operating activities</b>	<b>396,527,696.38</b>	<b>-1,099,570,918.20</b>
<b>II. Cash flows from investing activities:</b>		
Cash received from redemption of investments		
Cash received from return on investments	19,796,000.00	31,288,959.12
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries and other business entities		
Cash received from other investing activities		
<b>Subtotal of cash inflows from investing activities</b>	<b>19,796,000.00</b>	<b>31,288,959.12</b>

Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	328,560.00	19,961,628.84
Cash paid for investments	871,076,000.00	166,534,880.00
Net cash paid for acquisition of subsidiaries and other business entities		
Cash paid for other investing activities		
<b>Subtotal of cash outflows from investing activities</b>	<b>871,404,560.00</b>	<b>186,496,508.84</b>
<b>Net cash flows arising from investing activities</b>	<b>-851,608,560.00</b>	<b>-155,207,549.72</b>
<b>III. Cash flows from financing activities:</b>		
Cash received from capital contributions		
Cash received from borrowings	4,300,000,000.00	4,300,000,000.00
Cash received from issuance of bonds	5,000,000,000.00	4,500,000,000.00
Cash received from other financing activities		
<b>Subtotal of cash inflows from financing activities</b>	<b>9,300,000,000.00</b>	<b>8,800,000,000.00</b>
Cash paid for debts settlement	7,545,000,000.00	7,735,000,000.00
Cash paid for the distribution of dividends, profits or interest payments	434,233,990.08	575,449,376.57
Cash paid for other financing activities		
<b>Subtotal of cash outflows from financing activities</b>	<b>7,979,233,990.08</b>	<b>8,310,449,376.57</b>
<b>Net cash flows arising from financing activities</b>	<b>1,320,766,009.92</b>	<b>489,550,623.43</b>
<b>IV. Effects of exchange rate fluctuations on cash and cash equivalents</b>		
<b>V. Net increase in cash and cash equivalents</b>	<b>865,685,146.30</b>	<b>-765,227,844.49</b>
Add: Opening balance of cash and cash equivalents	8,258,522,946.00	3,965,411,184.97
<b>VI. Closing balance of cash and cash equivalents</b>	<b>9,124,208,092.30</b>	<b>3,200,183,340.48</b>

Legal Representative: Jiang Deyi  
Chief Financial Officer: Chen Guogao  
Head of the Accounting Department: Hu Juan

#### 4.2 Audit Report

Applicable  Not applicable